

Small Business Regulatory Fairness Board

Small Business Impact Statement

Date: October 24, 2016

Rule Number: 20 CSR 2085-3.010 Fees (Proposed Amendment)

Name of Agency Preparing Statement: DIFP, Professional Registration, Board of Cosmetology and Barber Examiners

Name of Person Preparing Statement: Emily Carroll

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Name of Person Approving Statement: Katie Steele Danner

Please describe the methods your agency considered or used to reduce the impact on small businesses.

The Board reviewed the current fund balance and Board actual numbers from the last renewal period and determined a fee decrease was warranted for all licensees at the next renewal cycle. The Board determined as much a 50% reduction could be made to all license classifications. Also, the amendment reduces the enrollment application fee for all cosmetology and barber students and all cosmetology and barber apprentices. Currently, all students and apprentices are required to pay a \$25.00 enrollment fee. After the amendment is made, all students and apprentices will only be required to pay a \$5.00 enrollment fee.

Please explain how your agency has involved small businesses in the development of the proposed rule.

The Board posted their meeting notice in accordance with the sunshine law; further reduction in fees was discussed during open session during the July 17-18, 2016 with public members present for the full review, discussion and vote to proceed with the reduction amendment. In addition, the board began discussing the student fee reduction after the board had discussed the expense of student licenses and the need for a potential decrease. The reduction was discussed during open sessions held during the November 23, 2013; April 7, 2014; October 27, 2014; and January 26, 2015, board meetings.

Please list the probable monetary costs and benefits to your agency and any other agencies affected. Please include the estimated total amount your agency expects to collect from additionally imposed fees and how the moneys will be used.

The board's revenue will decrease due to the proposed rulemaking. The reduction in revenue will not affect the board negatively, as it is the board's duty to reduce fees to a level that is not excessive to carry out the duties of the board. Based on FY16 actual numbers, the proposed amendment will cost the board approximately \$1,429,030. A fiscal note has been filed in accordance with sections 536.200 and 536.205, RSMo.

Please describe small businesses that will be required to comply with the proposed rule and how they may be adversely affected.

All licensees (all license classifications of the Board) wishing to renew their licenses will be required to comply with the amendment; however each licensee for renewal will receive a cost savings on the fee. Further, all cosmetology and barber students, all cosmetology and barber apprentices, and all cosmetology and barber schools will be required to comply with this amendment. Students and apprentices will pay reduced enrollment fees, which saves them money.

Please list direct and indirect costs (in dollars amounts) associated with compliance.

The proposed amendment will pose no additional costs for licensees for the one-time renewal fee reduction. Also, enrollment fees for cosmetology and barber students and apprentices will be reduced by \$20.

Please list types of business that will be directly affected by, bear the cost of, or directly benefit from the proposed rule.

All licensees (all license classifications of the Board) will benefit from the reduced renewal fees. In addition, all cosmetology and barber students, all cosmetology and barber apprentices, and all cosmetology and barber schools will be affected by this amendment. As this amendment is a reduction in the enrollment fee.

Does the proposed rule include provisions that are more stringent than those mandated by comparable or related federal, state, or county standards?

Yes___ No X

If yes, please explain the reason for imposing a more stringent standard.

For further guidance in the completion of this statement, please see §536.300, RSMo.